

RESOLUTION NO. 2012-108

A RESOLUTION OF THE LODI CITY COUNCIL AUTHORIZING
THE CITY MANAGER TO ENTER INTO A REIMBURSEMENT
AGREEMENT BETWEEN THE CITY OF LODI AND HOLZ RUBBER
COMPANY FOR UTILITY SERVICE AND TRANSFORMER
UPGRADE PROJECT

WHEREAS, Holz Rubber Company (HR) will be expanding its business; as a result, HR will be installing nine pieces of manufacturing equipment; and

WHEREAS, in order to provide sufficient electric power to this equipment, HR needs to upgrade a portion of its electric infrastructure at its plant located in the 1100 and 1200 blocks of South Sacramento Street; and

WHEREAS, as part of its utility service upgrade, HR must also purchase and install a new 1,500 kVA transformer; and

WHEREAS, to facilitate this project, HR has requested that the City of Lodi Electric Utility Department (EUD) purchase and install all required utility-related materials, including said transformer; and

WHEREAS, as outlined in the Reimbursement Agreement, HR will pay \$20,000 prior to the start of this project and then reimburse the utility over the next 24 months (in equal monthly payment installments) until the full amount is repaid with actual costs being true-up in accordance with the EUD Rules and Regulations; and

WHEREAS, additional revenue resulting from increased sales is unknown at this time; and

WHEREAS, funding is available in FY2012/13 EUD Budget Account Number 160650, the loan to be repaid to this account.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby authorize the City Manager to enter into a Reimbursement Agreement between the City of Lodi and Holz Rubber Company for a utility service and transformer upgrade project at an estimated cost of \$98,100, which will be true-up to actual costs at the completion of the project.

Dated: July 10, 2012


I hereby certify that Resolution No. 2012-108 was passed and adopted by the City Council of the City of Lodi in a special meeting held July 10, 2012, by the following vote:

AYES: COUNCIL MEMBERS – Hansen, Johnson, Katzakian, Nakanishi, and
Mayor Mounce

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


RANDI JOEL
City Clerk